



Jeffrey Doerr

Environmental Specialist, Permian Permitting

March 12, 2026

Salado Draw Section 13 Frac Pond & Recycling Facility: Annual Renewal

State of New Mexico
Energy, Minerals, and Natural Resources
Department Oil Conservation Division,
District II 811 S. First St.
Artesia, NM 88210

Via Electronic Submittal

RE: C-147 – Annual Extension Request (April 6, 2026 – April 6, 2027)

*Salado Draw New Mexico Recycling Facility & Containments
T26S R32E Section 13, Lea County, New Mexico
OCD Permit: 1RF-13
Facility ID: FTO1716430540*

Dear NMOCD Representative,

Chevron U.S.A. Inc. submits the enclosed C-147 form and summary of monthly containment and leak detection inspections for Salado Draw 13 Recycled Water Containment [FTO1716430540] (1RF-13). In accordance with NMAC 19.15.34.10 RECYCLING CONTAINMENTS, Chevron U.S.A. Inc. requests a one-year permit for the above-mentioned facility, valid through April 6, 2027.

Included with the submittal is a summary of the monthly inspections, including the monitoring of the leak detection system, showing the containment's integrity has not been compromised, from the previous registration renewal to the present. For original site plans and submittals, please refer to the facility's original registration application, OCD registration number ~~2RF-120~~ (1RF-13, corrected by *VV, 03.16.2026*).

Should you have any questions or require additional information, please contact me at your convenience.

Respectfully,

Jeffrey Doerr

Chevron U.S.A. Inc.
6301 Deauville Blvd., Midland, TX 79706
Tel (432)813-8905
Jeffrey.Doerr@Chevron.com

State of New Mexico
Energy Minerals and Natural Resources
Department Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-147
Revised October 11, 2022

https://www.emnrd.nm.gov/ocd/ocd-e-permitting/

Recycling Facility and/or Recycling Containment

Type of Facility: [] Recycling Facility [X] Recycling Containment* 04/16/2026 - 04/16/2027
Type of action: [] Permit [] Registration 11.03.16.2026
[] Modification [X] Extension Annual Renewal: April 6, 2026 - April 6 2027
[] Closure [] Other (explain)

* At the time C-147 is submitted to the division for a Recycling Containment, a copy shall be provided to the surface owner.

Be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

1. Operator: Chevron U.S.A. Inc. (For multiple operators attach page with information) OGRID #: 4323
Address: 1400 Smith Street, Houston, TX 77002
Facility or well name (include API# if associated with a well): Salado Draw Section 13 Recycling Water Containment
OCD Permit Number: 1RF-13 (For new facilities the permit number will be assigned by the district office)
U/L or Qtr/Qtr M Section 13 Township 26S Range 32E County: Lea
Surface Owner: [X] Federal [] State [] Private [] Tribal Trust or Indian Allotment

2. [] Recycling Facility:
Location of recycling facility (if applicable): Latitude Longitude NAD83
Proposed Use: [] Drilling* [] Completion* [] Production* [] Plugging *
*The re-use of produced water may NOT be used until fresh water zones are cased and cemented
[] Other, requires permit for other uses. Describe use, process, testing, volume of produced water and ensure there will be no adverse impact on groundwater or surface water.
[] Fluid Storage
[] Above ground tanks [] Recycling containment [] Activity permitted under 19.15.17 NMAC explain type
[] Activity permitted under 19.15.36 NMAC explain type: [] Other explain
[] For multiple or additional recycling containments, attach design and location information of each containment
[] Closure Report (required within 60 days of closure completion): [] Recycling Facility Closure Completion Date:

3. [X] Recycling Containment:
[] Annual Extension after initial 5 years (attach summary of monthly leak detection inspections for previous year)
Center of Recycling Containment (if applicable): Latitude 32.03806 Longitude -103.63622 NAD83
[] For multiple or additional recycling containments, attach design and location information of each containment
[X] Lined [X] Liner type: Thickness 60 mil [] LLDPE [X] HDPE [] PVC [] Other
[] String-Reinforced
Liner Seams: [X] Welded [] Factory [X] Other Field Volume: 644,161 bbl Dimensions: L 925' x W 700' x D 23'
[] Recycling Containment Closure Completion Date:

4.

Bonding:

Covered under bonding pursuant to 19.15.8 NMAC per 19.15.34.15(A)(2) NMAC (These containments are limited to only the wells owned or operated by the owners of the containment.)

Bonding in accordance with 19.15.34.15(A)(1). Amount of bond \$ 1,168,651.93 (work on these facilities cannot commence until bonding amounts are approved)

Attach closure cost estimate and documentation on how the closure cost was calculated.

5.

Fencing:

Four foot height, four strands of barbed wire evenly spaced between one and four feet

Alternate. Please specify Eight-foot-tall chain link fence with three strands of barbed wire on top

6.

Signs:

12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

Signed in compliance with 19.15.16.8 NMAC

7.

Variances:

Justifications and/or demonstrations that the proposed variance will afford reasonable protection against contamination of fresh water, human health, and the environment.

Check the below box only if a variance is requested:

Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. If a Variance is requested, include the variance information on a separate page and attach it to the C-147 as part of the application.

If a Variance is requested, it must be approved prior to implementation.

8.

Siting Criteria for Recycling Containment

Instructions: The applicant must provide attachments that demonstrate compliance for each siting criteria below as part of the application. Potential examples of the siting attachment source material are provided below under each criteria.

<p>General siting</p> <p>Ground water is less than 50 feet below the bottom of the Recycling Containment. NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells</p> <p>Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.</p> <ul style="list-style-type: none"> - Written confirmation or verification from the municipality; written approval obtained from the municipality <p>Within the area overlying a subsurface mine.</p> <ul style="list-style-type: none"> - Written confirmation or verification or map from the NM EMNRD-Mining and Minerals Division <p>Within an unstable area.</p> <ul style="list-style-type: none"> - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; topographic map <p>Within a 100-year floodplain. FEMA map</p> <p>Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).</p> <ul style="list-style-type: none"> - Topographic map; visual inspection (certification) of the proposed site <p>Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.</p> <ul style="list-style-type: none"> - Visual inspection (certification) of the proposed site; aerial photo; satellite image <p>Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.</p> <ul style="list-style-type: none"> - NM Office of the State Engineer - iWATERS database search; visual inspection (certification) of the proposed site <p>Within 500 feet of a wetland.</p> <ul style="list-style-type: none"> - US Fish and Wildlife Wetland Identification map; topographic map; visual inspection (certification) of the proposed site 	<p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No</p>
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9.

Recycling Facility and/or Containment Checklist:


Instructions: Each of the following items must be attached to the application. Indicate, by a check mark in the box, that the documents are attached.

- Design Plan - based upon the appropriate requirements.
- Operating and Maintenance Plan - based upon the appropriate requirements.
- Closure Plan - based upon the appropriate requirements.
- Site Specific Groundwater Data -
- Siting Criteria Compliance Demonstrations -
- Certify that notice of the C-147 (only) has been sent to the surface owner(s)

10.

Operator Application Certification:

I hereby certify that the information and attachments submitted with this application are true, accurate and complete to the best of my knowledge and belief.

Name (Print): Jeffrey Doerr Title: Environmental Specialist - Permian
 Signature:  Date: 3/12/2026
 e-mail address: Jeffrey.Doerr@chevron.com Telephone: 432-813-8905

11.

OCD Representative Signature: Victoria Venegas Approval Date: 03/16/2026

Title: Senior Environmental Scientist OCD Permit Number: 1RF-13

- OCD Conditions _____
- Additional OCD Conditions on Attachment _____



An American company,
reshaping the earth, one location at a time.

2401 Pecos Ave.
P.O. Box 827
Artesia, NM 88210

((575) 748-1238
Fax (575) 748-1230

February 8, 2024

Attn: Tony

RE: Salado Draw Section 13 Frac Ponds

Tony,

To furnish labor, equipment and materials to remove liners from both ponds and haul off to dispose of, then use a D8 dozer and scrapers to push walls back into the middle of the ponds then recontour the area with the surrounding area so that it drains properly. This cost does not include pulling any water out of the ponds if there is any to dispose of and or any dust control during reclamation. Total Lump sum below.

Liner removal: \$ 771,439.20

Fence removal: \$39,994.73.

Labor: \$ 353,400.00

Seed mix & installation: \$ 3,818.00

Total Lump Sum: \$1,168,651.93

If you have any questions, please call.

Respectfully Submitted,

Eric Owens

Project Manager

e.owens@sweattconstruction.com

Cell: (575) 513-8753

Salado - Pond 13 East	Eric Elizondo	Weekly	12/31/2025	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Eric Elizondo	Weekly	12/31/2025	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Paul Frier	Weekly	1/7/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Paul Frier	Weekly	1/7/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Eric Elizondo	Weekly	1/14/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Eric Elizondo	Weekly	1/14/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Paul Frier	Weekly	1/21/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Paul Frier	Weekly	1/21/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Eric Elizondo	Weekly	1/28/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Eric Elizondo	Weekly	1/28/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Paul Frier	Weekly	2/4/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Paul Frier	Weekly	2/4/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Eric Elizondo	Weekly	2/11/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Eric Elizondo	Weekly	2/11/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Paul Frier	Weekly	2/18/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Paul Frier	Weekly	2/18/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 East	Eric Elizondo	Weekly	2/25/2026	In Service	Good	Good	Good	Good	Good; Operational
Salado - Pond 13 West	Eric Elizondo	Weekly	2/25/2026	In Service	Good	Good	Good	Good	Good; Operational

Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD
Sent: Monday, March 16, 2026 9:51 AM
To: jeffrey.doerr@chevron.com
Subject: 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY [fTO1716430540]
Attachments: C-147 1RF-13 - Salado Draw 13 Recycled Water Containment Structures - Section 13W Containment [fTO1716430540] 03.16.2026.pdf

1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY [fTO1716430540]

Good afternoon Mr. Doerr.

NMOCD has reviewed the documentation submitted by [4323] CHEVRON USA INC on 03/12/2026 Application ID **562584**, requesting one year of annual extension for permit 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY ID [fTO1716430540]. The registration/permit annual extension request is approved with the following conditions of approval:

- The 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY ID [fTO1716430540] is approved for one (1) year of operation from the date of the previous registration/permit expiration date of April 16, 2026. The new registration/permit expiration date is April 16, 2027.
- [4323] CHEVRON USA INC will continue to operate, maintain, and close the 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY ID [fTO1716430540] in compliance with 19.15.34 NMAC, to include but not limited to the performance of weekly inspections regardless of fluid levels in the containment; recording of detailed inspection reports; removal of debris, foreign objects and oil from the containment; and monthly reporting of recycling and reuse of produced water, drilling fluids, and liquid oil field waste to OCD Permitting.
- [4323] CHEVRON USA INC will maintain a liquid level in the containment that is at least equal to the weight of the liner plus 20%. [4323] CHEVRON USA INC may maintain a higher liquid level if they choose.
- If less than 20% of the total fluid capacity is utilized every consecutive six months, operation of the facility is considered ceased and notification of cessation of operations should be sent electronically to OCD Online. An extension to extend the cessation of operations, not to exceed six months, may be submitted using a C-147 form through OCD Online.
- A minimum of 3-feet freeboard must be maintained in the recycling containment at all times.
- [4323] CHEVRON USA INC will comply with 19.15.29 NMAC Releases in the event of any release of produced water or produced water or other oil field wastes at 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT, FACILITY ID [fTO1716430540]. [4323] CHEVRON USA INC will comply with all other OCD rules.
- [4323] CHEVRON USA INC must perform weekly inspections of the containment and leak detection system.
- If [4323] CHEVRON USA INC wishes to extend the registration/permit past April 16, 2027, a registration/permit extension request must be submitted to OCD. Extension requests are reviewed on a case-by-case basis and evaluated on their merit. Extensions are considered for a maximum length of one year. Additional requests must be submitted to OCD through the OCD Online system on a Form C-147 as an Extension request and should include a formal extension request letter, a summary of the prior registration/permit period inspection reports, and the copies of the detailed inspection records for the prior permit period. The extension request should be submitted no later than March 16, 2027.

Please let me know if you have any questions or concerns.
Regards,

Victoria Venegas • Senior Environmental Scientist
EMNRD - Oil Conservation Division
506 W. Texas Ave. Artesia, NM 88210
575.909.0269 | Victoria.Venegas@emnrn.nm.gov

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 562584

CONDITIONS

Operator: CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706	OGRID: 4323
	Action Number: 562584
	Action Type: [C-147] Water Recycle Long (C-147L)

CONDITIONS

Created By	Condition	Condition Date
vvenegas	<ul style="list-style-type: none"> The 1RF-13 - SALADO DRAW 13 RECYCLED WATER CONTAINMENT STRUCTURES - SECTION 13W CONTAINMENT FACILITY ID [FTO1716430540] is approved for one (1) year of operation from the date of the previous registration/permit expiration date of April 16, 2026. The new registration/permit expiration date is April 16, 2027. • If [4323] CHEVRON USA INC wishes to extend the registration/permit past April 16, 2027, a registration/permit extension request must be submitted to OCD no later than March 16, 2027. 	3/16/2026